GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industrial Promotion - M/s Grasim Industries Limited, Balabhadrapuram Village, Biccavolu Mandal, East Godavari District – Extending special package of incentives as Mega Project under "Andhra Pradesh Industrial Development Policy 2020-23" Policy – Orders - Issued.

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INDUSTRIES AND COMMERCE (P&I) DEPARTMENT

G.O.Ms.No.78.

Dated: 02-12-2021.
Read the following:

1. G.O. Ms. No.144, Industries & Commerce (P&I) Department, dated. 31.10.2016
2. G.O. Ms. No.27, Industries & Commerce (Infra) Department, dated. 05.02.2019
3. G.O. Ms. No.39, Industries & Commerce (P&I) Department, dated. 10.08.2020.
4. From M/s Grasim Industries Limited, Lr.No.GRCD/HO/106, dated 02.09.2021
5. Minutes of State Investment Promotion Committee meeting held on 15.11.2021.
6. Minutes of State Investment Promotion Board meeting held on 16.11.2021.

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ORDER:

In the reference 1st read above, Government have issued orders extending certain incentives to M/s KPR Industries (India) Limited to their Caustic Soda Lye, Caustic Soda Flakes etc. manufacturing Unit at Balabhadrapuram Village, Biccavolu Mandal, East Godavari District under AP Industrial Development Policy 2015-2020.

2. Subsequently, M/s Grasim Industries Limited have represented that they have acquired as M/s KPR Industries (India) Limited for reviving the Caustic Soda project from the financial lenders under one-time settlement for an amount of Rs. 260 Cr.

3. Further, it was informed that land to an extent of 243.12 Acs at Balabadrapuram (V) of Biccavolu (M) and Dontamuru (V) of Rangampeta Mandal, East Godavari transferred in their favour from M/s KPR Industries (India) Limited in the reference 2nd read above.

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4. In this context, M/s Grasim Industries Limited requested the Government to extend the special package of incentives which were made applicable to M/s KPR Industries (India) Limited as Mega Project under Industrial Development Policy 2015-20, as they propose to implement the project with increased investment of Rs. 2,700 Crore and with a potential to create employment to 1,300 persons and indirect employment of 1150 persons.

5. Accordingly, the proposal was placed before the State Investment Promotion Board (SIPB) meeting held on 16.11.2021 with the recommendations of the State Investment Promotion Committee (SIPC) in its meeting held on 15.11.2021.

6. SIPB has further noted that due to change in the policy, the criteria of Mega Project has been changed from Investment criteria to Employment criteria and the company has progressed subsequently during the previous policy period, SIPB decided to extend the following incentives to M/s Grasim Industries Limited in addition to the incentives available under AP Industrial Development Policy 2020-23, subject to condition that the company shall not set up Thermal Power Plant as a part of this project, which would have negative Environmental consequences:

i. Power cost reimbursement @ Rs.1.00 per unit for 5 years
ii. All other Incentives as per AP IDP 2020-23

7. Government after careful examination of the decisions of the State Investment Promotion Board and taking into consideration the power intensive nature of the project, hereby extend the following special package of incentives to M/s Grasim Industries Limited, under AP Industrial Development Policy 2020-23, subject to condition that the company shall not set up Thermal Power Plant as a part of this project, which would have negative Environmental consequences.

i. Power cost reimbursement @ Rs.1.00 per unit for 5 years
ii. All other Incentives as per AP IDP 2020-23

8. The Director of Industries, Andhra Pradesh, Mangalagiri shall take necessary action accordingly and intimate the status of the progress of work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R.KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT & CIP.

To
The Director of Industries, Andhra Pradesh, Mangalagiri.
The Vice Chairman & Managing Director, APIIC Ltd., Mangalagiri

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M/s Grasim Industries Limited, Balabhadrapuram Village, Biccavolu Mandal, East Godavari District
The PR& RD (PR) Department.
The MA& UD Department.
The H.M.& F.W. Department.
The Collector & District Magistrate, East Godavari District
The General Manager, District Industries Centre, Kakinada, East Godavari District.

Copy to:
The Finance (FMU-I&I, Energy and I&C) Department.
The Revenue (CT) Department.
The Revenue (Registration) Department.
The Law (H) Department.
The Accountant General, Andhra Pradesh
The Commissioner of Commercial Taxes, Vijayawada
P.S. to Secretary to Chief Minister
P.S. to Chief Secretary to Government
P.S. to Spl. Chief Secretary to Government & CIP, Industries & Com. Dept.
The G.A (Cabinet) Dept. (w.r.t. their U.O. No.266/2021, Dt-19-11-2021).
SC/SF.

//FORWARDED::BYORDER//

SECTIONOFFICER